

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST)	
ADJUSTMENT FILING OF)	CASE NO. 2006-00422
BRIGHT'S PROPANE SERVICE, INC.)	

O R D E R

On February 15, 1991, in Case No. 1990-00091,¹ the Commission approved rates for Bright's Propane Service, Inc. ("Bright's") and provided for their further adjustment on a quarterly basis in accordance with Bright's gas cost adjustment ("GCA") clause.

On September 25, 2006, Bright's filed its proposed GCA to be effective November 1, 2006.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Bright's notice includes revised rates designed to pass on to its customers its expected change in wholesale propane costs.
2. Bright's notice sets out an Average Gas Cost component ("AGC") of 3.201 cents per cubic foot, which is no change from the previous AGC of 3.201.
3. Bright's notice sets out a current quarter actual adjustment ("AA") of 0.0 cent per cubic foot. Bright's notice sets out a total AA of (.85) cent per cubic foot. Bright's incorrectly carried forward a previous quarter AA. Correcting for this produces a total AA of (.23) cent per cubic foot, which is no change from the previous total AA.
4. Bright's notice sets out no balancing adjustment.

¹ Case No. 1990-00091, Jurisdictional Status of Bright's Propane Service, Inc.'s Propane Distribution System, Order dated February 15, 1991.

5. Bright's notice sets out 1.5 cents per cubic foot to recover overhead operating costs as approved in its tariff.

6. Bright's gas cost adjustment ("GCA") is 4.678 cents per cubic foot, which is no change from the previous rate of 4.678.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Bright's on and after November 1, 2006.

IT IS THEREFORE ORDERED that:

1. Bright's proposed rates are denied.

2. The rates in the Appendix, attached hereto and incorporated herein, are approved for final meter readings on and after November 1, 2006.

3. Within 20 days of the date of this Order, Bright's shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 31st day of October, 2006.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00422 DATED October 31, 2006

The following rates and charges are prescribed for the customers in the area served by Bright's Propane Service, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

All Propane	\$.04678 per cubic foot
Minimum Bill (First 400 Cubic feet or less)	\$ 18.71